

**OASIS –
A SAFE HAVEN FOR SURVIVORS OF DOMESTIC AND SEXUAL VIOLENCE
Lake Charles, Louisiana**

**Financial Statements
June 30, 2012**

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditors' Report	1
Financial Statements:	
Statement of Financial Position	2
Statement of Activities	3
Schedule of Functional Expenses	4
Statement of Cash Flows	5
Notes to Financial Statements	6 – 10
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	12 – 13
Schedule of Findings and Responses	14 - 15



Broussard & Company
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

Board of Directors
Oasis - A Safe Haven for Survivors of Domestic and Sexual Violence
Lake Charles, Louisiana

We have audited the accompanying statement of financial position of Oasis - A Safe Haven for Survivors of Domestic and Sexual Violence (Oasis) (a non-profit organization) as of June 30, 2012, and the related statements of activities, functional expenses, and cash flows for the six months then ended. These financial statements are the responsibility of Oasis's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Oasis of June 30, 2012, and the changes in its net assets and its cash flows for the six months then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2012, on our consideration of Oasis's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Broussard and Company

Lake Charles, Louisiana
December 18, 2012



Oasis - A Safe Haven for Survivors of Domestic and Sexual Violence
Statement of Financial Position
As of June 30, 2012

Assets	
Current Assets	
Cash and cash equivalents	\$ 245,693
Short-term investments	142,766
Grants receivable	116,735
Prepaid expenses	6,272
Total Current Assets	<u>511,466</u>
Property and Equipment	
Land	84,015
Buildings and improvements	940,890
Works of art	6,035
Furniture, fixtures and equipment	148,625
	<u>1,179,565</u>
Less accumulated depreciation	<u>(566,420)</u>
Total Property and Equipment	<u>613,145</u>
Other Assets	
Deposits	<u>150</u>
Total Assets	<u><u>\$ 1,124,761</u></u>
Liabilities and Net Assets	
Current Liabilities	
Accounts payable and payroll withholdings	<u>\$ 12,133</u>
Total Current Liabilities	<u>12,133</u>
Net Assets	
Unrestricted:	
Appropriated - property and equipment	613,145
Unappropriated	466,186
Total unrestricted	<u>1,079,331</u>
Temporarily restricted	<u>33,297</u>
Total Net Assets	<u>1,112,628</u>
Total Liabilities and Net Assets	<u><u>\$ 1,124,761</u></u>

See accompanying notes to financial statements.

Oasis - A Safe Haven for Survivors of Domestic and Sexual Violence
Statement of Activities
For the Six Months Ended June 30, 2012

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Combined Total</u>
Support and Revenue			
Support:			
Received directly			
Contributions	\$ 20,035	\$ -	\$ 20,035
Special events	39,043	-	39,043
Total received directly	<u>59,078</u>	<u>-</u>	<u>59,078</u>
Received indirectly			
Allocated by the United Way of Southwest Louisiana, Inc.	-	-	-
Total support received from the public	<u>59,078</u>	<u>-</u>	<u>59,078</u>
Grants from governmental agencies and other organizations	<u>-</u>	<u>332,017</u>	<u>332,017</u>
Total support	<u>59,078</u>	<u>332,017</u>	<u>391,095</u>
Revenues:			
Interest income	296	-	296
Other income	-	-	-
Total revenues	<u>296</u>	<u>-</u>	<u>296</u>
Not assets released from restrictions	<u>422,278</u>	<u>(422,278)</u>	<u>-</u>
Total Support and Revenues	481,652	(90,261)	391,391
Functional Expenses			
Program Services:			
Shelter, food and client needs	352,253	-	352,253
Counseling	37,339	-	37,339
Total program services	<u>389,592</u>	<u>-</u>	<u>389,592</u>
Support Services:			
Management and general	100,638	-	100,638
Total support services	<u>100,638</u>	<u>-</u>	<u>100,638</u>
Total Functional Expenses	<u>490,230</u>	<u>-</u>	<u>490,230</u>
Change in Net Assets	(8,578)	(90,261)	(98,839)
Net Assets - Beginning of Year	1,087,909	123,558	1,211,467
Net Assets - End of Year	<u>\$ 1,079,331</u>	<u>\$ 33,297</u>	<u>\$ 1,112,628</u>

Oasis - A Safe Haven for Survivors of Domestic and Sexual Violence
Schedule of Functional Expenses
For the Six Months Ended June 30, 2012

	Program Services			Supporting Services	
	Shelter, Food and Client Needs	Counseling	Total	Management and General	Total Expenses
Salaries	\$ 188,628	\$ 22,503	\$ 211,131	\$ 55,047	\$ 266,178
Payroll taxes and fringe benefits	56,336	6,721	63,057	16,441	79,498
Total compensation	244,964	29,224	274,188	71,488	345,676
Client needs	17,053	-	17,053	-	17,053
Dues and subscriptions	2,002	-	2,002	-	2,002
Fundraising	5,703	-	5,703	5,704	11,407
Insurance	7,847	-	7,847	1,962	9,809
Licenses and permits	52	-	52	13	65
Maintenance and repairs	10,174	-	10,174	1,388	11,562
Office supplies and expense	6,330	-	6,330	3,561	9,891
Postage and box rent	-	-	-	1,126	1,126
Printing	-	-	-	3,371	3,371
Professional services	10,026	8,115	18,141	-	18,141
Rent	6,428	-	6,428	-	6,428
Supplies	6,381	-	6,381	-	6,381
Telephone	2,738	-	2,738	2,738	5,476
Travel and conventions	6,488	-	6,488	6,487	12,975
Utilities	7,936	-	7,936	785	8,721
Depreciation	18,131	-	18,131	2,015	20,146
Total functional expenses	\$ 352,253	\$ 37,339	\$ 389,592	\$ 100,638	\$ 490,230

See accompanying notes to financial statements.

Oasis - A Safe Haven for Survivors of Domestic and Sexual Violence
Statement of Cash Flows
For the Six Months Ended June 30, 2012

Cash Flows From Operating Activities	
Change in net assets	\$ (98,839)
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	20,146
(Increase) in grants receivable	(67,015)
Decrease in unconditional promises to give	86,300
Decrease in prepaid expenses	5,701
Increase in accounts payable and payroll withholdings	<u>5,909</u>
Net Cash Used by Operating Activities	<u>(47,798)</u>
Cash Flows From Investing Activities	
Purchase of investments	(106,827)
Maturity of investments	106,563
Purchase of equipment	<u>(997)</u>
Net Cash Used by Investing Activities	<u>(1,261)</u>
Net Decrease in Cash and Cash Equivalents	(49,059)
Cash and Cash Equivalents - Beginning of Period	<u>294,752</u>
Cash and Cash Equivalents - End of Period	<u><u>\$ 245,693</u></u>

See accompanying notes to financial statements.

OASIS - A SAFE HAVEN FOR SURVIVORS OF DOMESTIC AND SEXUAL VIOLENCE
Notes to Financial Statements
June 30, 2012

NOTE 1 - NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Oasis - A Safe Haven for Survivors of Domestic and Sexual Violence (Oasis) is a nonprofit corporation recognized under the laws of the State of Louisiana for the purpose of providing temporary lodging for the victims of family violence and their children. Comprehensive counseling and supportive are provided as well as rape counseling.

Oasis is dedicated to the elimination of personal and societal violence in Southwest Louisiana. Oasis's mission is to create social change through empowerment and support for victims of domestic violence and sexual assault, safe shelter for women and children and community education.

The safe shelter can accommodate up to 33 women and their children each night. All residents receive case management and advocacy services. Shelter staff and volunteers help clients begin to rebuild their lives by assisting them in identifying and accessing financial assistance, affordable housing, transportation, childcare, employment opportunities and other community based services.

Income Taxes

Oasis is exempt from federal income taxes under Section 501 (c) (3) of the Internal Revenue Code. Accordingly, no provision for federal and state income taxes is included in the financial statements.

Oasis is required to file the applicable Form 990, *Return of Organization Exempt from Income Tax*. The applicable form is based on Oasis's gross receipts. Oasis is in compliance with the filing requirements of the Internal Revenue Service. Returns are subject to examination by the IRS, generally for three years after they are filed.

Method of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting, in accordance with accounting principles generally accepted in the United States of America. Oasis follows the standards of accounting and financial reporting for voluntary health and welfare agencies prescribed by the American Institute of Certified Public Accountants.

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

OASIS - A SAFE HAVEN FOR SURVIVORS OF DOMESTIC AND SEXUAL VIOLENCE

Notes to Financial Statements (Continued)

June 30, 2012

NOTE 1 - NATURE OF ACTIVITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

Compensated Absences

Vacation and sick leave are recorded as expenditures of the period in which paid. Sick leave is not payable upon termination or resignation. Vacation leave accumulates based on the length of the employee's service. Upon termination or resignation, the outstanding balance unused vacation leave can be paid to an employee. Any liability as of June 30, 2012 would be considered immaterial and has not been recorded on Oasis's accounting records.

Property and Equipment

Oasis capitalizes property and equipment over \$500. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Depreciation of property and equipment is calculated on the straight line basis over the estimated useful life of the asset and amounted to \$20,147 for the six months ended June 30, 2012. The estimated useful lives of such assets are summarized as follows:

Buildings and improvements	30 - 40 years
Works of art	not depreciated
Furniture, fixtures and equipment	5 - 8 years

Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose.

Contributed Services

No amounts have been reflected in the financial statements for donated services. Oasis generally pays for services requiring specific expertise. However, individuals volunteer their time and perform a variety of tasks that assist Oasis but these services do not meet the criteria for recognition as contributed services.

Functional Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Certain indirect costs have been allocated to the functional categories based on Oasis's analysis of time devoted to each category.

OASIS - A SAFE HAVEN FOR SURVIVORS OF DOMESTIC AND SEXUAL VIOLENCE
Notes to Financial Statements (Continued)
June 30, 2012

NOTE 1 - NATURE OF ACTIVITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

Promises to Give

Contributions are recognized when the donor makes a promise to Oasis that is, in substance unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions.

When a donor restriction expires, that is when a stipulated time restriction ends or purpose restriction is accomplished, restricted net assets are reclassified to unrestricted net assets and are reported in the statement of activities as net assets released from restriction.

Support and Revenue

Contributions directly from the public are generally available for unrestricted use unless specifically restricted by the donor. Unconditional promises to give are recorded as received. Unconditional promises to give due in the next year are reflected as current promises to give and are recorded at their net realizable value. Unconditional promises to give due in subsequent years are reflected as long-term promises to give and are recorded at the present value of their net realizable value, using risk free interest rates applicable to years in which the promises are received to discount the amounts. There are no long-term promises to give as of June 30, 2012.

The majority of the unrestricted promises to give are received from a broad base of contributors as a result of various fundraising activities. Additionally, the annual allocation from the local chapter of the United Way is considered promises to give and are recorded when the award is made.

Endowment contributions and investments are permanently restricted by the donor. Investment earnings available for distribution are recorded in unrestricted net assets. Investment earnings with donor restrictions are recorded in temporarily or permanently restricted net assets based on the nature of the restrictions. There were no endowment investments or contributions as of June 30, 2012 and for the six months then ended. Contributions of donated non-cash assets are recorded at their fair values in the period received.

Cash and cash equivalents

Oasis considers all liquid investments with an original maturity of three months or less to be cash equivalents.

OASIS - A SAFE HAVEN FOR SURVIVORS OF DOMESTIC AND SEXUAL VIOLENCE
Notes to Financial Statements (Continued)
June 30, 2012

NOTE 2 - FAIR VALUE MEASUREMENTS

Fair value guidance establishes a three-tier fair value hierarchy, which prioritizes the inputs used in measuring fair value. Level 1 is defined as observable inputs such as quoted prices in active markets. Level 2 is defined as inputs other than quoted prices in active markets that are either directly or indirectly observable. Level 3 is defined as unobservable inputs in which little or no market data exists which requires an entity to develop its own assumptions. The fair value of financial instruments classified as current assets, including cash, approximate the carrying value, principally because of the short maturity of those items.

NOTE 3 - GRANTS FROM GOVERNMENTAL AGENCIES AND OTHER ORGANIZATIONS

A summary of grants from governmental agencies and other organizations for the six months ended June 30, 2012 were as follows:

Department of Children and Family Services	\$ 202,989
Louisiana Commission on Law Enforcement	119,817
Louisiana Foundation Against Sexual Assault	9,211
Total	<u>\$ 332,017</u>

NOTE 4 - SUBSEQUENT EVENTS

Oasis evaluated its June 30, 2012 financial statements for subsequent events through March 30, 2012, the date of which the financial statements were available to be issued. Oasis is not aware of any subsequent events which would require recognition or disclosure in the financial statements.

NOTE 5 - BOARD COMPENSATION

Members of Oasis 's Board of Directors receive no compensation and are reimbursed only for any expenses incurred relating to Oasis's business which must have appropriate supporting documentation.

NOTE 6 - INVESTMENTS

Investments are comprised of certificates of deposits with varying maturity dates and are considered Level 1 for fair value measurement purposes. These investments are stated at market in the amount of \$142,503. Market values at June 30, 2012 approximate cost.

OASIS - A SAFE HAVEN FOR SURVIVORS OF DOMESTIC AND SEXUAL VIOLENCE
Notes to Financial Statements (Continued)
June 30, 2012

NOTE 7 - TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets at June 30, 2012 are available for the following purposes:

Purpose restrictions:

LCAF	\$ 4,390
Alcoa	4,755
Mary Kay	14,602
Target	1,866
Rotary	7,684
	<u>\$ 33,297</u>

NOTE 8 - NET ASSETS RELEASED FROM RESTRICTION

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by the donors as follows for the six months ended June 30, 2012:

Purpose restriction accomplished:

Program and supporting activities (Grants)	\$ 332,017
Alcoa	3,961

Time restriction accomplished:

United Way	86,300
Total satisfaction of donor restrictions	<u>\$ 422,278</u>

NOTE 9 - RETIREMENT BENEFITS

Oasis maintains a contributory profit sharing plan as defined under Section 401(k) of the United States Internal Revenue Code covering substantially all employees. An employee becomes 100% vested with respect to the employer contributions after completing three years of service. The organization matches 100% of employee's contributions up to 3%. For the six months ended June 30, 2012, the organization contributed \$3,094.

Supplemental Information



Broussard & Company
Certified Public Accountants

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Board of Directors

**Oasis - A Safe Haven for Survivors of Domestic and Sexual Violence
Lake Charles, Louisiana**

We have audited the financial statements of Oasis - A Safe Haven for Survivors of Domestic and Sexual Violence (a nonprofit organization) (Oasis) as of and for the six months ended June 30, 2012, and have issued our report thereon dated December 18, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

Management of Oasis is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered Oasis's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Oasis's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Oasis's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of Oasis's financial statements will not be prevented or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies (12-1(IC) and 12-2(IC)) in internal control over financial reporting, described in the accompanying schedule of findings and responses that we consider to be significant deficiencies in internal control over financial reporting. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged governance.




Board of Directors
Oasis - A Safe Haven for Survivors of Domestic and Sexual Violence
Lake Charles, Louisiana

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Oasis's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Oasis's response to the findings identified in our audit is described in the accompanying schedule of findings and responses. We did not audit Oasis's response and, accordingly, we express no opinion on it.

This report is intended solely for the information of the Board of Directors, management, and federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Lake Charles, Louisiana
December 18, 2012

OASIS - A SAFE HAVEN FOR SURVIVORS OF DOMESTIC AND SEXUAL VIOLENCE

Schedule of Findings and Responses Six Months Ended June 30, 2012

Internal Control over Financial Reporting

Current Year Findings

12-1(IC) Significant Deficiency

Condition:	Oasis does not prepare its annual financial statements including notes. Many small organizations rely on their independent auditor to generate the annual financial statements including notes. The independent auditor cannot be part of Oasis's internal control over financial reporting.
Criteria:	Internal controls should be put in place to provide reasonable assurance that management review of financial results occurs in order to minimize the risk of a material misstatement.
Cause:	Financial statements including detailed notes encompassing Oasis's entire operations are not produced.
Effect:	Material misstatements in Oasis's financial statements could occur.
Recommendation:	Management should put in a place a financial statement review that includes Oasis's entire operation.
Corrective Action:	Oasis has evaluated the cost versus benefit of establishing internal controls over the preparation of financial statements in accordance with accounting principles generally accepted in the United States of America, and determined that it is in its best interests to outsource this task to its independent auditors, and to carefully review the draft financial statements and notes prior to approving them and accepting responsibility for their contents and presentation. Management and the Board of Directors are part of the review process.

OASIS - A SAFE HAVEN FOR SURVIVORS OF DOMESTIC AND SEXUAL VIOLENCE

Schedule of Findings and Responses Six Months Ended June 30, 2012

Internal Control over Financial Reporting

Current Year Findings

12-2(IC) Significant Deficiency

Condition:	Oasis does not have adequate segregation of duties within the accounting system.
Criteria:	Internal controls should be consider appropriate segregation of duties involving the organization's accounting function which may include cash receipts and disbursements, investment management and payroll.
Cause:	The size of the organization's administrative department is restricted due to funding limitations.
Effect:	Material misstatements in Oasis's financial statements could occur.
Recommendation:	Management should segregate as many duties as possible within their financial means.
Corrective Action:	Oasis has determined that it is not cost effective to achieve complete segregation of duties in the accounting department. Management has segregated as many duties as possible within their financial constraints.